

**GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH
OUTREACH MINISTRY
BATON ROUGE, LOUISIANA**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2012

CHRISTINA G. PRICE, LLC
Certified Public Accountant
A Limited Liability Company

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH
OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2012

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CHRISTINA G. PRICE, LLC

6177 Deanne Marie Drive
Zachary, LA 70791

Email: christinapricecpa@bellsouth.net
Phone: 225.247.9447
Fax: 225.654.6061

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Greater Mount Olive Missionary Baptist Church Outreach Ministry
Baton Rouge, Louisiana

I have compiled the accompanying statement of financial position of Greater Mount Olive Missionary Baptist Church Outreach Ministry (a nonprofit organization) as of June 30, 2012 and the related statements of activities and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.



Christina G Price, LLC

A Limited Liability Company

December 27, 2012

A CERTIFIED PUBLIC ACCOUNTANT FIRM

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2012

Current Assets:

Cash and cash equivalents	\$33,189
Accounts receivable	<u>9,715</u>
Total Current Assets	42,904

Total Assets	<u><u>\$42,904</u></u>
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LIABILITIES AND EQUITY

Current Liabilities:

Accounts payable	<u>7,428</u>
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Total Current Liabilities	7,428
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Net Assets-Unrestricted	<u>35,476</u>
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Total Liabilities & Net Assets	<u><u>\$42,904</u></u>
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The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2012

SUPPORT AND REVENUE

Summer Enrichment	\$34,543
La. Department of Education	51,957
Total Support and Revenue	86,500

EXPENSES

Administrative	
Summer Enrichment	6,394
La. Department of Education	4,763
Program Services	
Summer Enrichment	24,781
La. Department of Education	60,774
Total Expenses	96,712
Change in Net Assets	(10,212)

Net assets - beginning of period	\$45,688
Net assets - end of period	\$35,476

The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Total</u>	<u>Summer Enrichment</u>	<u>Department of Education</u>
ADMINISTRATIVE			
Administrative Fees	\$280	\$280	
Contract Labor	9,994	5,350	\$4,644
Maintenance	573	573	
Supplies-Office	310	191	119
PROGRAM EXPENSES			
Program Labor	36,610	18,900	17,710
Professional Services	750	375	375
Supplies - Educational	2,666	2,666	
Supplies - Food	42,689		42,689
Travel/Training	2,840	2,840	
Total Expenses	<u><u>\$96,712</u></u>	<u><u>\$31,175</u></u>	<u><u>\$65,537</u></u>

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(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012

CASH FLOWS FROM OPERATING ACTIVITIES:

Decrease in net assets	\$ (10,212)
Adjustments to reconcile increase in net assets to net cash used by operating activities	
Decrease (increase) in operating assets	
Accounts Receivable	13,260
Increase (decrease) in operating liabilities	
Accounts Payable	6,503
 Net cash provided by operating activities	 <u>\$ 9,551</u>

INCREASE IN CASH	9,551
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CASH AND CASH EQUIVALENTS - beginning of period	\$ 23,638
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CASH AND CASH EQUIVALENTS - end of period	<u><u>\$ 33,189</u></u>
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GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

INTRODUCTION

Greater Mount Olive Missionary Baptist Church Outreach Ministry (The Organization) is a nonprofit organization created to provide families and individuals with high quality accommodations in a safe environment that enhances personal well being and equips them with proper tools for everyday living. The organization carries out this mission by operating a summer enrichment program for 6-8 weeks during the summer months for grades 1 through 8. Students follow a grade appropriate curriculum in preparation for the upcoming school year. The organization provides meals to these students attending these programs. The organization's activities are provided by the Louisiana Department of Education, Greater Mount Olive Missionary Baptist Church (a separate entity), and private funds. As the organization sees opportunities for community outreach, other programs may be considered.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING

Basis of accounting refers to the timing of recognition of revenues and expenses in the accounts and reporting in the financial statements, and the measurement focus refers to what transactions and events should be recorded. The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting in accordance with generally accepted accounting principles. Under this method, revenues are recognized when they are earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows.

The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities. The measurement focus is on the flow of economic resources.

B. INCOME TAXES

The Organization is a nonprofit organization that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

C. FUNCTIONAL EXPENSES

Expenses are charged directly to the program or administration based on specific identification.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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NOTES TO FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2012

2. CASH AND CASH EQUIVALENTS

Custodial credit risk is the risk that in the event of a bank failure, the Company's deposits may not be returned. Bank deposits consist of amounts held in demand deposit accounts. At June 30, 2012, the Organization's carrying amount of bank deposits totaled \$33,189.

3. ACCOUNTS RECEIVABLE

At June 30, 2012, accounts receivable represents the balance of state grants assistance due from the Louisiana Department of Education of \$9,715.

4. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues, expenses and other financing sources and uses during the reporting period. Actual results could differ from those estimates.

5. REVENUE RECOGNITION

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

6. PROGRAM SERVICES

During fiscal year ending June 30, 2011, the Board of Directors desired to expand the summer program into the Charter School arena. The Board believes the challenges in education are best served by focusing efforts on educating children according to approved curriculum. During the fiscal year, the Board sought guidance and applied for a charter school license. They engaged the services of a Charter School management consultant team. Although the application process was unsuccessful, the Board still remains open to the possibility of serving students through the Charter School system.

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SUMMARY OF CURRENT YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2012

None reported

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SUMMARY OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2011

These findings were discussed February 15, 2012. The meeting was conducted with Mrs. Jacqueline Dixon and Carl Joseph, Administrator and President of the Board, respectively, of Greater Mount Olive Missionary Baptist Church Outreach Ministry. Management is aware of the deficiencies noted in the following findings. Management believes that they have made great strides in their efforts to make improvements in internal controls within the accounting department.

FINANCIAL STATEMENTS

Finding 2011 — 1 Failure to provide timely reports as provided in LA R.S. 24:513

The organization engaged a CPA in June 2011. The organization's accounting data was made available October 31, 2011. An extension was obtained and approved with a due date of February 15, 2012 to allow organization time to gather additional documentation and address outstanding questions.

Questioned Costs: None

Recommendation: The Organization should ensure that records are maintained on a routine basis to provide sufficient time for report completion.